

ARKANSAS

Law	Sec. 26-56, Special Motor Fuels Taxes, and Subchapter 3, Liquefied Gas; also Sec. 26-62-201 et seq.
Definitions	<p>Alternative fuels: all liquids and combustion gases for motor vehicles, including natural gas fuels, methanol, denatured alcohol, and other alcohols, mixtures of at least 70% alcohol, methanol or denatured ethanol, hydrogen, coal-derived liquid fuels, electricity. [Sec. 26-62-102(1)]</p> <p>Liquefied gas special fuels: all combustion gases derived from petroleum or natural gas maintained in a liquefied state, used or suitable for use in an internal combustion engine or motor. [Sec. 26-56-102(10)]</p> <p>Distillate special fuels: all liquids used in an internal combustion engine except fuels subject to Motor Fuel Tax Law and liquefied gas special fuels. [Sec. 26-56-102(9)]</p> <p>Motor fuel: gasoline, principally. [Sec. 26-55-202(2)]</p>
Tax Rate	<p>18.5¢ per gallon gasoline, gasohol, diesel</p> <p>16.5¢ per gallon LPG</p> <p>5¢ per gallon natural gas</p> <p>Fuels taxed at an equivalent per-gallon-of-gasoline rate based on total statewide number of vehicles licensed using alternative fuels, by alternative fuel type. One gallon = 100 cu.ft. of natural gas. [Sec. 26-62-102(5)] Rates are adjusted annually April 1 by the Department of Finance and Administration, and can range from 5¢ to 16.5¢. [Sec. 26-62-201]</p>
Tax Breaks	See Registration Requirements, below.
Exemptions	Sales of motor fuel exempt from sales or gross receipts tax. [Sec. 26-55-208] Local taxes prohibited. [Sec. 26-55-209]
Gasohol	Gasohol exemption from special motor fuels tax repealed, effective February 13, 1985.
Special Provisions	Interstate users or IFTA licensees using alternatively-powered vehicles must obtain a surety bond or equivalent. [Sec. 26-62-204]
Registration Requirements	Non-farm vehicles using liquefied gas special fuels and vehicles licensed as natural resource farm vehicles must pay an annual additional fee in addition to registration fees. The

additional fees range from \$520 (trucks 1 ton up to 22,500 lbs.) to \$609 (trucks with GVW greater than 22,500 pounds) for non-farm vehicles, and from \$130 (pickups) to \$260 (trucks with GVW greater than 22,500 pounds) for farm vehicles. The fee for farm vehicles is in lieu of a gallonage tax. [Sec. 26-56-304] Decal required to evidence additional fee payment. [Sec. 26-56-306]